STATE OF ILLINOIS

ILLINOIS COMMERCE COMMISSION

Illinois Commerce Commission

On Its Own Motion

07-0070

Amendment of 83 III. Adm. Code 505

:

<u>ORDER</u>

By the Commission:

The Commission has adopted 83 III. Adm. Code 505, "Uniform System of Accounts for Gas Utilities", as its system of accounts for those gas utilities under its jurisdiction. Part 505 incorporates by reference 18 CFR 201 with certain specified additions and deletions.

The Staff of the Commission has prepared a Staff Report dated January 3, 2007, in which the Staff recommends that the Commission initiate a rulemaking proceeding to amend Part 505. The purpose in amending Part 505 is to incorporate 18 CFR 201 as of June 15, 2006. The current Part 505 incorporates 18 CFR 201 as of August 8, 2003.

In the Staff Report, Financial Analysis notes recent changes to the federal rules adopted by the Federal Energy Regulatory Commission ("FERC"). FERC Order No. 634-A concerning the documentation requirements for entities that participated in cash management programs.

The Commission is satisfied that there is sufficient support in the Staff Report to propose amendment of Part 505 as recommended in Staff's draft amendments.

The Commission, having considered the entire record and being fully advised in the premises, is of the opinion and finds that:

- (1) the Commission has jurisdiction over the subject matter herein;
- (2) the Staff Report, dated January 3, 2007, should be filed in this docket and made a part of the record of this proceeding;
- (3) the recitals of fact set forth in the prefatory portion of this Order are supported by the record and are hereby adopted as findings of fact;
- (4) this proceeding is a rulemaking and should be conducted as such;

(5) the proposed amendment to 83 III. Adm. Code 505, as reflected in the attached Appendix, should be submitted to the Secretary of State to begin the first notice period.

IT IS THEREFORE ORDERED by the Illinois Commerce Commission that the proposed amendment to 83 Ill. Adm. Code 505, as reflected in the attached Appendix, be submitted to the Secretary of State pursuant to Section 5-40 of the Illinois Administrative Procedure Act.

IT IS FURTHER ORDERED that the Staff Report dated January 3, 2007 is made a part of the record of this proceeding.

IT IS FURTHER ORDERED that a copy of this Order be sent to all gas utilities under the jurisdiction of the Commission.

IT IS FURTHER ORDERED that this proceeding is a rulemaking and shall be conducted as such.

IT IS FURTHER ORDERED that his Order is not final; it is not subject to the Administrative Review Law.

By order of the Commission this 24th day of January, 2007.

(SIGNED) CHARLES E. BOX

Chairman